

Request for City Council Committee Action From the Department of Public Works

Date: July 10, 2012

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral: Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

Subject: 2012 Alley Resurfacing Program, No. AL012: Public Hearing

Recommendation:

A. Passage of a resolution ordering the City Engineer to proceed with work and adopt special assessments in the amount of \$122,912.14 for the 2012 Alley Resurfacing Program No AL012.

B. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$122,920, with the bonds to be paid for from special assessments.

Previous Directives:

- Resolution 2011R-571, establishing 2012 Uniform Assessment Rates for Resurfacing Improvements.
- Resolution 2012R-308 passed May 25, 2012 designating the location and alleys to be improved.

Prepared by: Suzette R. Hjermstad, R.E. Investigator II, 673-2401

Michael D. Kennedy, P.E. Director, Transportation, Maintenance & Repair

Approved by:

Steven A. Kotke, P.E., City Engineer, Director of Public Works

Steven 7 in Neuro, 1 121, Only Engineer, 2 induction of 1 dailed vietne

Presenter: Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

Reviews:

Permanent Review Committee (PRC)

Civil Rights Group

Policy review Group (PRG)

Not Applicable

Not Applicable

Financial Impact

Special Assessments to be assessed against benefited properties.

Community Impact

Neighborhood Notification: Public hearing notices mailed June 25

Neighborhood Meetings: Not Applicable

City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city.

Comprehensive Plan: Not Applicable

Zoning Code: Not Applicable

Background/Supporting Information:

On May 25, 2012, City Council designated locations for alley improvements to be made. These improvements consist of installing a bituminous overlay on the concrete alleys. This work is being done to extend the operational life of the concrete alleys and to facilitate localized drainage.

Thirteen alleys located across the City are scheduled to be resurfaced in 2012. The project cost estimate for this work is \$358,467. A uniform assessment rate will be used for the portion of the project cost being assessed, conforming with the City's current policy of using a uniform assessment rate for street construction, renovation and resurfacing projects. The 2012 uniform assessment rate is \$.065 per square foot, the same rate as 2011 and 2010 for the alley resurfacing program. The total amount to be assessed is \$122,912.14. The remaining costs not covered by assessments will be funded by Net Debt Bonds.

Individual assessments of more than \$150 would be collected over 5 years beginning on the 2013 real estate tax statements with interest charged at the same rate as the City pays for selling assessment bonds. Individual assessments of \$150 or less would be collected in their entirety on the 2013 real estate tax statements. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest charges if they so choose. The majority of the assessment amounts are in the price range of \$325 to \$500 in the 2012 alley resurfacing project areas.

Attachment 1: List of Alleys Attachment 2: Map of Alleys

Cc: Council Member Barbara Johnson, Ward 4
Council Member Don Samuels, Ward 5
Council Member Lisa Goodman, Ward 7
Council Member Gary Schiff, Ward 9
Council Member Meg Tuthill, Ward 10
Jack Qvale, Secretary, Board of Estimate and Taxation

2012 Proposed Alleys for Resurfacing

1.	Between Buchanan St NE and Lincoln St NE from 35 th Av NE to 36 th Av NE	Ward 1
2.	Between Washburn Av N and Vincent Av N from Farwell Av to 12 th Av N	Ward 5
3.	Between Girard Av S and Fremont Av S from 35 th St W to 34 th St W	Ward 10
4.	Between Harriet Av and Grand Av from 41st St W to 40th St W	Ward 8
5.	Between Buchanan St NE and Lincoln St NE from 32 nd Av NE to 33 rd Av NE	Ward 1
6.	Between Fremont Av S and Emerson Av S from 22 nd St W to Franklin Av W	Ward 7
7.	Between 14 th Av S and 15 th Av S from 51 st St E to 50 th St E	Ward 11
8.	Between 16 th Av S and 17 th Av S from 51 st St E to 50 th St E	Ward 11
9.	Between Clinton Av S and 4 th Av S from 24 th St E to 22 nd St E	Ward 6
10	. Between Queen Av N and Penn Av N from 35 th Av N to 36 th Av N	Ward 4
11	. Between Queen Av N and Penn Av N from 36^{th} Av N to 37^{th} Av N	Ward 4
12	2. Between Russell Av N and Queen Av N from 29 th Av N to 30 th Av N	Ward 4
13	3. Between 32 nd Av S and 33 rd Av S from 35 th St E to 34 th St E	Ward 9

T&PW – Your Committee recommends passage and summary publication of the accompanying Resolutions:

- Ordering the work to proceed and adopting the special assessments for the 2012 Alley Resurfacing Program, Special Improvement of Existing Alleys No. AL012.
- Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2012 Alley Resurfacing Program.

Colvin Roy

2012 ALLEY RESURFACING PROGRAM SPECIAL IMPROVEMENT OF EXISTING ALLEYS NO AL012

Ordering the work to proceed and adopting the special assessments for the 2012 Alley Resurfacing Program.

Whereas, a public hearing was held on July 10, 2012 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2012R-308, passed May 25, 2012 to consider the proposed special assessments as on file in the office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now, Therefore, Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2012R-308, passed May 25, 2012.

Be It Further Resolved that the proposed special assessments in the total amount of \$122,912.14 for the 2012 Alley Resurfacing Program as on file in the office of the City Clerk, be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2013 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2013 real estate tax statements.

Colvin Roy and Hodges

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$122,920 for certain purposes other than the purchase of public utilities.

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2012 Alley Resurfacing Program, Special Improvement of Existing Alleys No. AL012, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.